MICHAEL N. FEUER, City Attorney, SBN 111529

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MARY CLARE MOLIDOR, Chief, Criminal & Special Lit. Branch, SBN 82404 of Angeles NO FEE PROVATE LOS JONATHAN CRISTALL, Assistant City Attorney, SBN 191935 AUG 2 0 2015. STEVEN GOLD, Deputy City Attorney, SBN 156075 200 North Main Street, Room 966 Sherri R. Carter, Executive Officer/Clerk Los Angeles, California 90012 By Shaunya Bolden, Deputy (213) 978-4090 (213) 978-8717 Telephone: Fax: 5 E-Mail: steven.gold@lacity.org Attorneys for Plaintiff 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF LOS ANGELES, CENTRAL DISTRICT 10 BC 5 91 933 THE PEOPLE OF THE STATE OF CALIFORNIA. 11 Case No.: 12 Plaintiff, COMPLAINT FOR ABATEMENT AND INJUNCTION 13 VS. [HEALTH & SAF. CODE SECTION 11570, ET SEQ.; CIVIL CODE SECTION 3479, ET SEQ.; BUS. 14 WATTS ARMS I ASSOCIATES JOINT VENTURE, an unincorporated entity; REAL PROPERTY SERVICES CORP., a Nevada corporation; and 15 & PROF. CODE SECTION 17200, ET INTEGRITY MANAGEMENT COMPANY, a SEQ.1 16 Nevada corporation; and DOES 1 through 50. inclusive. (Unlimited Action) 17 Defendants. 18 19 PLAINTIFF, THE PEOPLE OF THE STATE OF CALIFORNIA, alleges as follows: 20 21 I. INTRODUCTION 22 1. This action ("Action") is brought and prosecuted by Plaintiff, the People of the State of California ("Plaintiff" or "People"), for the purpose of abating and enjoining a 23 dangerous gang- and narcotics-related public nuisance existing at a 104-unit townhome-style 24 apartment complex called the Watts Arms ("Property"), which occupies most of a square city 25 block in the Watts neighborhood of South Los Angeles.1 The above-captioned defendants 28 ¹ The address of the Property's onsite office is 10130 South Beach Street, Los Angeles, CA 90002. Each of the dozens of apartment units have different street addresses.

COMPLAINT

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("Defendants") are the owners and/or managers of the Property.

- 2. Since at least 2010, the Property has become an all-too comfortable hangout for members and associates of the Grape Street Crips ("Grape Street"), a notorious criminal street gang with a substantial and menacing presence in and around Watts. Large groups of Grape Streeters some who reside at the Property and many who do not -- regularly congregate at the Property, drawn by its numerous off-street parking lots and common areas that provide a strategic buffer against rival gangs and patrolling police officers. They drink alcohol, smoke marijuana, party to loud music, and have sex with prostitutes in cars parked on the Property or simply out in the open, causing used condoms to accumulate on the ground at the Property, where numerous children live. They sell rock cocaine, methamphetamine, and marijuana on the Property. They stash guns there, as well, which they use to launch armed attacks on rival gangs. This then triggers retaliatory shootings at the Property because it is known by those rivals as a primary place where Grape Street targets can be found, in the endless tit-for-tat lethal logic of street gangs.
- 3. In one shooting incident at the beginning of this year, responding Los Angeles Police Department ("LAPD") officers found a bullet hole in a child's play kitchen inside one of the Property's apartment units. More recently, one person familiar with the environment at the Property said there was "shooting like Vietnam" there during the recent Independence Day weekend. Additionally, only days before the filing of this Complaint in August 2015, a fusillade of gunfire erupted at the Property, again, after which approximately 19 shell casings were discovered on the Property's grounds, including from rounds fired by an AK-47-type assault rifle. Many gunfire incidents at the Property are not reported to police due to their frequency, residents' inurement to them, and the complexities of community-police relationships.

 Because of this prevalence of gunfire, many parents and grandparents who live at the Property keep the young children in their households inside, and warn the older youth to refrain from standing in groups which could be targeted by shooters.
- 4. The disorder, violence and intimidation associated with the Grape Street gang presence at the Property has intensified more recently, as security gains have taken hold at

Grape Street's historic epicenter in the nearby Jordan Downs public housing development, located three blocks to the east of the Property. The Property is now, accordingly, one of the – if not the – most active and symbolically significant strongholds for the Grape Street gang. Grape Streeters even have their own nickname for the Property: the "Peach Gates." In one recent example of the brazenness of Grape Street's territorial claim on the Property, against all other law-abiding community members, including the police, a gang member encountered on the Property by LAPD defiantly took off his shirt and challenged an officer to a fight (but then had second thoughts about the idea, ran away, and threw a glass bottle in the officer's direction). Very troublingly, all of this violence and chaos at the Property occurs perilously close to three school sites, a medical facility for the elderly, and a historically significant Watts community coffee house and theater space, all located on the Property's immediate periphery. (See Exhibit 1.)

- 5. The Property is well known to LAPD officers, as well as members of the community living in and around the Property, as a major Grape Street gang hangout and crime center. The frightening and volatile state of affairs at the Property derogates from other lawabiding community members' sense of safety, peaceableness and quietude in their own homes and neighborhood. LAPD accordingly devotes considerable resources to answering calls for service at the Property and otherwise attempting to combat the gang presence there. Since 2010; LAPD has made multiple arrests or conducted investigations on the Property for crimes involving gang members, including shots fired at an inhabited dwelling; gun assaults resulting in both wounded people and shot-up cars; resisting arrest; possession-for-sale and possession of cocaine, marijuana and prescription drugs; domestic violence, criminal threats; and vandalism. LAPD has also conducted at least one search warrant at an apartment unit on the Property in which a Grape Street gang member resides. On multiple occasions, suspects in robberies at the nearby 103rd Street/Watts Towers Metro Blue Line light rail station have fled into the Property and successfully avoided apprehension by LAPD.
- 6. The Property's vast size and Defendants' failure to implement appropriate security and other managerial best practices, make it so that LAPD cannot proverbially "arrest

its way out of the problem" there. Ownership and management, the Defendants, must play a far more robust, engaged and committed role than they have, to date. The intent of this nuisance abatement prosecution is to stimulate such action by Defendants and to bring the entirely unacceptable state of affairs at the Property to a swift and permanent halt.

II. THE PARTIES AND THE PROPERTY

A. Plaintiff

7. Plaintiff, the People, is the sovereign power of the State of California designated in Health and Safety Code section 11571, Code of Civil Procedure section 731 and Business and Professions Code section 17204 to be the complaining party in law enforcement actions brought to abate, enjoin and penalize public nuisances and unfair competition.

B. <u>The Defendants</u>

- 8. Defendant Watts Arms I Associates Joint Venture ("WAAIJV") is an unincorporated entity which has been the title owner of the Property from 1989 until the present.
- 9. Defendant Real Property Services Corporation ("RPSC") is a Delaware corporation, located in Las Vegas, Nevada, and doing business in California as "RPSC Holdings." Defendant RPSC owns, controls and/or directs Defendant WAAIJV, either directly, or indirectly through other entities also owned, controlled and/or directed by Defendant RPSC.
- 10. Defendant Integrity Management Company ("IMC" or "Management Defendant") is a Nevada corporation, located in Minnesota, which manages the Property on behalf of and under the direction of Defendants WAAIJV and RPSC ("Owner Defendants").
- 11. The true names and capacities of defendants sued herein as Does 1 through 50, inclusive, are unknown to Plaintiff, who therefore sues said defendants by such fictitious names. When the true names and capacities of said defendants have been ascertained, Plaintiff will ask leave of the court to amend this complaint and to insert in lieu of such fictitious names the true names and capacities of said fictitiously named defendants.

C. The Property

12. The Property is an approximately 104-unit complex of semi-detached townhome

style apartment units. It ranges across a square city block in the Watts neighborhood of South Los Angeles, bounded by 103rd and Beach Streets, Century Boulevard and Wilmington Avenue.² The groups of apartment units at the Property are interspersed with large exterior common areas and multiple parking lots and numerous vehicular and pedestrian gates. The pedestrian gates are rarely, if ever, locked against unauthorized entry by non-tenants. Similarly, many people who do not live at the Property nevertheless have clickers that open the vehicle gates. Rent for the Property's tenants is heavily subsidized by the U.S. Department of Housing and Urban Development's "Section 8" program.

13. The Property *immediately* borders, to the southeast, a community center housing the Youth Opportunities High School, as well as the historically and culturally significant Watts Coffee House and Watts Village Theater Company, where artists and community members gather, and theatrical productions are staged, to this day. Also immediately adjacent, to the northwest, is a large healthcare facility, AltaMed PACE – South Los Angeles, which provides targeted healthcare and social services to the elderly. The Property is also directly across Wilmington Avenue, approximately 70 feet, from Florence Griffith Joyner Elementary School. Just beyond the elementary school, approximately 250 feet from the Property, is the 102nd Street Early Education Center. (Exhibit 1.)

III. THE PUBLIC NUISANCE LAW

- 14. The Public Nuisance Law ("PNL"), Civil Code section 3479, defines a public nuisance as "[a]nything which is injurious to health, including, but not limited to, the illegal sale of controlled substances, or is indecent or offensive to the senses, or an obstruction to the free use of property, so as to interfere with the comfortable enjoyment of life or property...." (See City of Bakersfield v. Miller (1966) 64 Cal.2d 93, 99 ["The Legislature has defined in general terms the word 'nuisance' in Civil Code section 3479...."].)
- 15. Civil Code section 3480 defines a public nuisance as "one which affects at the same time an entire community or neighborhood, or any considerable number of persons,

² The Property's legal description is: "Lot 3 of Tract No. 25542, in the City of Los Angeles, County of Los Angeles, State of California, as shown on a map filed in Book 843, Pages 93 to 96, inclusive, of Maps, in the office of the County Recorder of said County," Assessor's Parcel Number 6048028049.

although the extent of the annoyance or damage inflicted upon individuals may be unequal."

- 16. The case law is "replete with examples" of the "threat violent street gangs ... pose to the safety of peaceful Californians." (*Castaneda v. Olsher* (2007) 41 Cal.4th 1205, 1216.) In a case involving gang-related gunfire similar to what is occurring at the Property here, the California Supreme Court explicitly recognized that "[s]treet gang activity can often subject" innocent bystanders "to unacceptable levels of risk." (*Id.*) In *Medina v. Hillshore Partners* (1995) 40 Cal.App.4th 477, 486, involving a wrongful death claim by the mother of a young man shot by gang members at an apartment complex, the Court said, "We agree that the congregation of gangs poses a foreseeable risk of harm to the public." In particular, the whole spectrum of typical street gang conduct, ranging from loitering, to public drinking and boisterousness, to drug dealing, to gunfire, has been held to "easily meet the statutory standard" for a public nuisance under Civil Code section 3479. (*People ex rel. Gallo v. Acuna* (1997) 14 Cal.4th 1090, 1120.)
- 17. Civil Code section 3491 provides for the methods by which public nuisances such as those alleged herein may be abated. Civil Code section 3491 states that the "remedies against a public nuisance are indictment or information, a civil action or abatement." Abatement is "accomplished by a court of equity by means of an injunction proper and suitable to the facts of each case." (Sullivan v. Royer (1887) 72 Cal. 248, 249.)
- 18. Code of Civil Procedure section 731 authorizes a city attorney to bring an action to enjoin or abate a public nuisance. It provides, in relevant part, "[a] civil action may be brought in the name of the people of the State of California to abate a public nuisance . . . by the city attorney of any town or city in which such nuisance exists."
- 19. "[S]trict liability for nuisance historically attends the possession and control of land." (*Leslie Salt Co. v. San Francisco Bay Conservation and Development Commission* (1984) 153 Cal.App.3d 605, 618 n. 15 & 619). "It is immaterial whether the acts" of the persons sought to be held liable for a nuisance "be considered willful or negligent; the essential fact is that, whatever be the cause, the result is a nuisance." (*Snow v. Marian Realty Company* (1931) 212 Cal. 622, 625-26; see also Sturges v. Charles L. Harney, Inc. (1958) 165

Cal.App.2d 306, 318 ["a nuisance and liability therefore may exist without negligence"]; *People v. McCadden* (1920) 48 Cal.App. 790, 792 ["A judgment supported on findings that such nuisance was conducted and maintained on the premises in question, regardless of the knowledge of the owner thereof, is sufficient. Such knowledge on the part of the owner . . . is unnecessary."].) This strict standard is because "the object of the act is not to punish; its purpose is to effect a reformation of the property itself." (*People v. Bayside Land Co.* (1920) 48 Cal.App. 257, 261.)

IV. THE NARCOTICS ABATEMENT LAW

- 20. Since its enactment in 1972, the principal purpose of the Narcotics Abatement Law ("NAL")(Health & Saf. Code, § 11570, et seq.) is the abatement of buildings and places "used for the purpose of unlawfully selling, serving, storing, keeping, manufacturing, or giving away any controlled substance, precursor, or analog specified in this division" (Health & Saf. Code, § 11570).
- 21. The NAL provides that every building or place used for the purpose of unlawfully selling, serving, storing, keeping, manufacturing, or giving away any controlled substance, precursor, or analog *inter alia*, "is a nuisance which **shall** be enjoined, abated, and prevented . . . whether it is a public or private nuisance." (Health & Saf. Code, § 11570 [emphasis added]; *People ex rel Lungren v. Peron* (1997) 59 Cal.App.4th 1383, 1389; *Lew v. Superior Court* (1993) 20 Cal.App.4th 866, 870-871.)
- 22. Health and Safety Code section 11571 authorizes a city attorney to bring an action to abate, prevent and perpetually enjoin such nuisances. It provides in relevant part: "Whenever there is reason to believe that a nuisance as described in Section 11570 is kept, maintained, or exists in any county, the district attorney of the county, or the city attorney of any incorporated city or of any city and county, in the name of the people, may . . maintain an action to abate and prevent the nuisance and perpetually to enjoin the person conducting or maintaining it, and the owner, lessee, or agent of the building or place in or upon which the nuisance exists from directly or indirectly maintaining or permitting the nuisance."

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23. Health and Safety Code section 11573(a) provides that: "If the existence of the nuisance is shown in the action to the satisfaction of the court or judge, either by verified complaint or affidavit, the court or judge shall allow a temporary restraining order or injunction to abate and prevent the continuance or recurrence of the nuisance." (Emphasis added.) In addition, Health and Safety Code section 11581 provides, as an additional remedy, for the removal and sale of all fixtures and movable property on the premises used in aiding or abetting the nuisance and for the closure of the building for up to one year.

V. UNFAIR COMPETITION LAW

- 24. The practices forbidden by the state Unfair Competition Law at Business and Professions Code section 17200 et seq. ("UCL") are any business practices forbidden by law, be it criminal, federal, state, municipal, statutory, regulatory or court-made. As the California Supreme Court has explained, the UCL "borrows' violations of other laws and treats them as unlawful practices independently actionable under section 17200 et seq." (South Bay Chevrolet v. General Motors Acceptance Corp. (1999) 72 Cal.App.4th 861, 880 (internal citations and quotation marks omitted).)
- As proscribed by the UCL, "[a]n 'unlawful business activity' includes anything that 25. can properly be called a business practice and that at the same time is forbidden by law." (People v. McKale (1979) 25 Cal.3d 626, 632.) The ownership and operation of a large rental apartment complex, such as the Property, by sophisticated nonresident owners and managers doing so for the purposes of profit, is, axiomatically, a business under the UCL. (See People ex. rel. City of Santa Monica v. Gabriel (2010) 186 Cal.App.4th 882, 888 ["The renting of residential housing is a business."].) Thus, when a property owner conducts, maintains or permits a nuisance that is unlawful under the PNL and NAL to exist on the premises of such a property, it is a violation of the UCL.
- 26. Moreover, the UCL casts a broad net. "Any person performing or proposing to perform an act of unfair competition may be enjoined . . . " (Bus. & Prof. Code, § 17203; emphasis added.) The term person includes "natural persons, corporations, firms, partnerships, joint stock companies, associations and other organizations of persons." (Bus. &

Prof. Code, § 17201.) The courts have expanded section 17200's net beyond direct liability to include common law doctrines of secondary liability where the liability of each defendant is predicated on his or her personal participation in the unlawful practices. (*People v. Toomey* (1985) 157 Cal.App.3d 1, 14; *Emery v. Visa Int'l Service Ass'n* (2002) 95 Cal.App.4th 952, 960.)

- 27. Civil actions under the UCL may be brought in the name of the People of the State of California by any city attorney of a city having a population in excess of 750,000 (Bus. & Profs. Code, § 17204), such as the City of Los Angeles. A public entity can sue pursuant to section 17200 based on violations of its own municipal code, state law, or other local ordinance. (People v. Thomas Shelton Powers, M.D., Inc. (1992) 2 Cal.App.4th 330, 338-339.)
- 28. Defendants engaging in violations of the UCL may be enjoined in any court of competent jurisdiction. (Bus. & Profs. Code, § 17203.) A court may make such orders or judgments, including appointment of a receiver, as may be necessary to prevent the use or employment by any person of any practice constituting unfair competition. (*Id.*

VI. FIRST CAUSE OF ACTION FOR PUBLIC NUISANCE [Civil Code section 3479, et seq.

Against All Defendants and DOES 1 through 50]

- 29. Plaintiff incorporates by reference Paragraphs 1 through 28 of this Complaint and makes them part of this First Cause of Action as though fully set forth herein.
- 30. Since at least 2010, through the present time, Defendants, and DOES 1 through 50, have alternately owned, operated, managed and used, and/or directly or indirectly permitted to be occupied and used, the Property in such a manner as to constitute a public nuisance in accordance with Civil Code sections 3479 and 3480. The public nuisance, as described herein, is injurious to health, indecent or offensive to the senses, and/or an obstruction to the free use of property, so as to substantially and unreasonably interfere with the comfortable enjoyment of life or property by those persons living in the surrounding community. The public nuisance consists of, but is not limited to, the regular, menacing, intimidating, violent and disorderly presence of resident and non-resident gang members

and/or associates at the Property; the occurrence of gunfire on the Property; the tendency of the Property to attract gunfire from rival gangs *because of* the historical and current presence of gang members at the Property; narcotics activity at the Property; and the occurrence of prostitution and lewd conduct at the Property associated with the gang presence.

- 31. Defendants, and DOES 1 through 50, in owning, conducting, maintaining, and/or permitting the use of the Property, directly or indirectly, as a public nuisance, have engaged in wrongful conduct and caused a serious threat to the general health, safety and welfare of the law-abiding tenants at the Property and persons in the area surrounding the Property.
- 32. Unless Defendants, and DOES 1 through 50, are restrained and enjoined by order of this Court, they will continue to use, occupy and maintain, and to aid, abet or permit, directly or indirectly, the use, occupation, and maintenance of the Property, together with the fixtures and appurtenances located therein, for the purpose complained of herein, to the great and irreparable damage of Plaintiff and in violation of California law.

VII. SECOND CAUSE OF ACTION FOR NARCOTICS ABATEMENT [Health and Safety Code Section 11570, et seq. -Against All Defendants and DOES 1 through 50]

- 33. Plaintiff hereby incorporates by reference paragraphs 1 through 32 of this Complaint and makes them part of the First Cause of Action, as if fully set forth herein.
- 34. The Property has been, from an exact date unknown, and is *currently* being **used** for the purposes of unlawfully selling, serving, storing, keeping, manufacturing or giving away controlled substances in violation of Health and Safety Code section 11570, *et seq*.
- 35. Defendants, and DOES 1 through 50, are responsible for conducting, maintaining, and/or directly or indirectly permitting the nuisance as alleged herein. Plaintiff has no plain, speedy and adequate remedy at law and unless Defendants, and DOES 1 through 50, are restrained and enjoined by order of this Court, they will continue to use, occupy and maintain, and/or to aid, abet or permit, directly or indirectly, the use, occupation and maintenance of the Property, together with the fixtures and appurtenances located therein, for the nuisance complained of herein, to the great and irreparable damage of the public and in

VIII. THIRD CAUSE OF ACTION FOR UNFAIR COMPETITION

[Business and Professions Code Section 17200, et seq. --

- Against All Defendants and DOES 1 through 50]
- 36. Plaintiff hereby incorporates by reference paragraphs 1 through 35 of this Complaint and makes them part of this Third Cause of Action, as if fully set forth herein.
- 37. Ownership and operation of the Property is a business. When the owner and/or manager of such a business violates the NAL and/or PNL such that a nuisance exists and flourishes at the business' premises, as alleged herein, it is also a violation of the UCL.
- 38. Defendants and DOES 1-50 have violated the UCL by conducting, maintaining and/or permitting, directly or indirectly, a nuisance in violation of the NAL and/or the PNL, at the Property, as alleged herein.
- 39. Plaintiff has no adequate remedy at law, and unless Defendants and DOES 1-50 are restrained by this Court they will continue to commit unlawful business practices or acts, thereby causing irreparable injury and harm to the public's welfare.

PRAYER

WHEREFORE, PLAINTIFF PRAYS THAT THIS COURT ORDER, ADJUDGE AND DECREE AS FOLLOWS:

AS TO THE FIRST CAUSE OF ACTION

- 1. That the Property, together with the fixtures and moveable property therein and thereon, be declared a public nuisance and be permanently abated as such in accordance with Civil Code section 3491.
- 2. That each Defendant and their agents, officers, employees and anyone acting on their behalf, and their heirs and assignees, be preliminarily and perpetually enjoined from operating, conducting, using, occupying, or in any way permitting the use of the Property as a public nuisance. Such orders should include, but not be limited to physical and managerial improvements to the Property, a requirement that an officer or director of each Defendant reside at the Property until the nuisance is abated, the appointment of a receiver to carry out

the Court's orders, and such other orders as are appropriate to remedy the nuisance on the Property and enhance the abatement process.

- 3. Such costs as may occur in abating said nuisance at the Property and such other costs as the Court shall deem just and proper.
- 4. That Plaintiff be granted such other and further relief as the Court deems just and proper, including closure and/or demolition of the Property.

AS TO THE SECOND CAUSE OF ACTION:

- 1. That Defendants, DOES 1 through 50, and the Property, be declared in violation of Health and Safety Code section 11570, et seq.
- 2. That the Property, together with the fixtures and moveable property therein and thereon, be found to constitute a public nuisance and be permanently abated as such in accordance with Section 11581 of the California Health and Safety Code.
- 3. That the Court grant a preliminary injunction, permanent injunction and order of abatement in accordance with Section 11570, et. seq. of the California Health and Safety Code, enjoining and restraining each Defendant and their agents, officers, employees and anyone acting on their behalf, from unlawfully selling, serving, storing, keeping, manufacturing, or giving away controlled substances on the Property, and/or directly or indirectly maintaining or permitting such nuisance activity.
- 4. That the court order physical and managerial improvements to the Property in accordance with Health and Safety Code section 11573.5, and such orders as are otherwise appropriate, to remedy the nuisance on the Property and enhance the abatement process, including but not limited to, the following: an internet-connected video monitoring system accessible by LAPD; improved lighting; sufficiently secure gating and fencing; improved tenant screening and lease enforcement procedures; armed, licensed security guards; and prohibiting known gang members from accessing the Property.
- 5. That an officer or director of each Defendant, and Does 1-50, be ordered to reside at the Property until the nuisance is abated, pursuant to Health and Safety Code section 11573.5(f)(1)(h).

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- 6. That as part of the Judgment, an Order of Abatement be issued, and that the Property be closed for a period of one year, not to be used for any purpose, and be under the control and custody of this Court for said period of time; or, in the alternative, if the Court deems such closure to be unduly harmful to the community, that Defendants, and DOES 1 through 50, pay an amount of damages equal to the fair market rental value of the Property for one year to the City or County in whose jurisdiction the nuisance is located in accordance with Health and Safety Code section 11581 subdivision (c)(1).
- 7. That each Defendant and Does 1-50 each be assessed a civil penalty in an amount not to exceed twenty-five thousand dollars (\$25,000.00) each.
- 8. That all fixtures and moveable property used in conducting, maintaining, aiding or abetting the nuisance at the Property be removed by the LAPD and sold in the manner provided for the sale of chattels under execution. Said fixtures and property shall be inventoried and a list prepared and filed with this court.
- 9. That there shall be excepted from said sale, such property to which title is established in some third party not a defendant, nor agent, officer, employee or servant of any defendant in this proceeding.
- 10. That the proceeds from said sale be deposited with this court for payment of the fees and costs of sale. Such costs may occur in removal of said property and in closing said Property and keeping it closed.
- 11. That if the proceeds of the sale do not fully discharge all such costs, fees and allowances, the Property shall also be sold under execution issued upon the order of the court or judge and the proceeds of such sale shall be applied in a like manner. That any excess monies remaining after payment of approved costs shall be delivered to the owner of said Property. Ownership shall be established to the satisfaction of this court.
- 12. That Defendants, DOES 1 through 50, and any agents, trustees, officers, employees and anyone acting on their behalf, and their heirs and assignees, be perpetually enjoined from transferring, conveying, or encumbering any portion of the Property, for consideration or otherwise, without first obtaining the Court's prior approval.

- 13. That Defendants WAAIJV and RPSC ("Owner Defendants"), and DOES 1 through 50, be ordered to immediately notify any transferees, purchasers, commercial lessees, or other successors in interest to the subject Property of the existence and application of any temporary restraining order, preliminary injunction, or permanent injunction to all prospective transferees, purchasers, commercial lessees, or other successors in interest, *before* entering into any agreement to sell, lease or transfer the Property, for consideration or otherwise, all or any portion of the Property that is the subject of this action.
- 14. That the Owner Defendants, and DOES 1 through 50, be ordered to immediately give a complete, legible copy of any temporary restraining order and preliminary and permanent injunctions to all prospective transferees, purchasers, lessees, or other successors in interest to the Property.
- 15. That the Owner Defendants, and DOES 1 through 50, be ordered to immediately request and procure signatures from all prospective transferees, purchasers, lessees, or other successors in interest to the subject Property, which acknowledges his/her respective receipt of a complete, legible copy of any temporary restraining order, preliminary and permanent injunction, and deliver a copy of such acknowledgment to the Los Angeles City Attorney's Office, c/o Deputy City Attorney Steven Gold or his designee.
- 16. That Plaintiff recover the costs of this action, including law enforcement investigative costs and any fees, including attorneys' fees, authorized by law, not to exceed \$1,000,000.00, from Defendants and DOES 1 through 50.

AS TO THE THIRD CAUSE OF ACTION

- 1. That each Defendant be declared in violation of Business and Professions Code section 17200.
- 2. That each Defendant, as well as its agents, heirs, successors, and anyone acting on its behalf, be permanently enjoined from maintaining, operating, or permitting any unlawful or unfair business acts or practices in violation of Business and Professions Code section 17200.
 - 3. That the Court grant a preliminary and/or permanent injunction prohibiting each

Defendant, as well as its agents, heirs, successors, and anyone acting on its behalf, from engaging in the unlawful or unfair acts and/or practices described herein at the Property and in the City of Los Angeles. Such orders should include physical and managerial improvements to the Property.

- 4. That, pursuant to Business and Professions Code section 17206, each Defendant be assessed a civil penalty of Two Thousand Five Hundred Dollars (\$2,500) for each and every act of unfair competition.
- 5. That, pursuant to the Court's equitable power and Business and Professions Code section 17203, the Court make such orders or judgments, including appointment of a receiver, to eliminate the unfair competition alleged herein.

AS TO ALL CAUSES OF ACTION

- 1. That Plaintiff recover the amount of the filing fees and the amount of the fee for the service of process or notices which would have been paid but for Government Code section 6103.5, designating it as such. The fees may, at the Court's discretion, include the amount of the fees for certifying and preparing transcripts.
- 2. That Plaintiff be granted such other and further relief as the Court deems just and proper.

DATED: August 20, 2015

Respectfully submitted,

MICHAEL N. FEUER, City Attorney
JONATHAN CRISTALL, Assistant City Attorney

By:

STEVEN GOLD

Deputy City Attorney

Attorneys for Plaintiff, THE PEOPLE OF THE STATE OF CALIFORNIA

"Watts Arms," 10130 South Beach St. and Adjacent Sensitive Sites

